

**TEACHERS' FUND FOR RETIREMENT**  
**A Division of ND Retirement and Investment Office**  
**Balance Sheet**  
**As of 3/31/2007**

5/2/2007

	As of <u>3-31-07</u>	As of <u>6-30-06</u>
<b>ASSETS:</b>		
<b>INVESTMENTS (AT MARKET)</b>		
DOMESTIC EQUITIES	\$ 725,197,709	\$ 654,595,767
INTERNATIONAL EQUITIES	456,985,494	377,166,245
DOMESTIC FIXED INCOME	332,463,837	314,813,187
INTERNATIONAL FIXED INCOME	85,371,912	81,912,666
REAL ESTATE	204,424,992	182,884,803
VENTURE CAPITAL	86,966,285	69,410,721
INVESTED CASH (NOTE 1)	<u>15,226,624</u>	<u>15,969,730</u>
 TOTAL INVESTMENTS	 1,906,636,853	 1,696,753,119
 <b>RECEIVABLES</b>		
DIVIDEND/INTEREST RECEIVABLE	8,954,346	8,616,986
CONTRIBUTIONS RECEIVABLE	363,477	7,715,230
MISCELLANEOUS RECEIVABLE	<u>0</u>	<u>1,320</u>
 TOTAL RECEIVABLES	 9,317,823	 16,333,536
 <b>OTHER ASSETS</b>		
OPERATING CASH (NOTE 2)	8,703,498	9,634,510
DUE FROM OTHER AGENCIES (NOTE 3)	<u>10,776</u>	<u>19,504</u>
 TOTAL ASSETS	 <u>\$ 1,924,668,950</u>	 <u>\$ 1,722,740,669</u>
 <b>LIABILITIES:</b>		
ACCOUNTS PAYABLE	2,041,720	2,041,720
ACCRUED EXPENSES	340,124	316,761
DUE TO OTHER AGENCIES (NOTE 4)	<u>0</u>	<u>57,240</u>
 TOTAL LIABILITIES	 2,381,844	 2,415,721
 <b>NET ASSETS AVAILABLE:</b>		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,720,324,948	1,530,194,427
CASH IN DURING YEAR (NOTE 5)	109,798,000	143,769,000
CASH OUT DURING YEAR (NOTE 6)	109,798,000	143,769,000
NET INCREASE (DECREASE)	<u>201,962,158</u>	<u>190,130,521</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>1,922,287,106</u>	 <u>1,720,324,948</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 1,924,668,950</u>	 <u>\$ 1,722,740,669</u>

5/2/2007

**TEACHERS' FUND FOR RETIREMENT**  
**A Division of ND Retirement and Investment Office**  
**Profit and Loss Statement**  
**For the Month Ended 3/31/2007**

	Month Ended <u>3-31-07</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 5,545,671	\$ 34,675,869
SECURITIES LENDING INCOME	561,523	5,092,214
	<u>6,107,194</u>	<u>39,768,083</u>
 GAIN ON SALE OF INVESTMENTS	 15,340,288	 146,235,536
LOSS ON SALE OF INVESTMENTS	<u>8,852,376</u>	<u>64,056,251</u>
 NET GAINS (LOSSES) INVESTMENTS	 6,487,912	 82,179,285
 INVESTMENT EXPENSES	 639,227	 6,229,723
SECURITIES LENDING EXPENSES	536,562	4,886,747
SIB ADMINISTRATIVE EXPENSES	<u>10,092</u>	<u>111,025</u>
 NET INVESTMENT INCOME	 11,409,225	 110,719,873
 NET APPREC (DEPREC) MARKET VALUE	 23,118,954	 131,253,506
MISCELLANEOUS INCOME/(EXPENSE)	<u>(894)</u>	<u>(368,993)</u>
 TOTAL INVESTMENT INCOME	 34,527,285	 241,604,386
 CONTRIBUTIONS & ASSESSMENTS (NOTE 7)	 5,418,310	 36,126,187
PURCHASED SERVICE CREDIT (NOTE 8)	97,535	1,967,473
PENALTY & INTEREST (NOTE 9)	<u>29</u>	<u>987</u>
 TOTAL ADDITIONS	 <u>40,043,159</u>	 <u>279,699,033</u>
DEDUCTIONS:		
BENEFITS PAID PARTICIPANTS (NOTE 10)	8,155,177	73,845,706
PARTIAL LUMP SUM BENEFITS PAID	0	513,849
REFUNDS TO MEMBER (NOTE 11)	<u>165,901</u>	<u>2,487,857</u>
 TOTAL BENEFITS PAID	 8,321,078	 76,847,412
 ADMINISTRATIVE EXPENSES		
RIO ADMINISTRATIVE CHARGE	76,073	889,463
MISCELLANEOUS EXPENSES	<u>0</u>	<u>0</u>
 TOTAL ADMINISTRATIVE EXPENSES	 <u>76,073</u>	 <u>889,463</u>
 TOTAL DEDUCTIONS	 <u>8,397,151</u>	 <u>77,736,875</u>
 NET INCREASE (DECREASE)	 <u>\$ 31,646,008</u>	 <u>\$ 201,962,158</u>

**TEACHERS' FUND FOR RETIREMENT**  
**Notes To Financial Statements**  
**March 31, 2007**

5/2/2007

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1                    INVESTED CASH

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 2                    OPERATING CASH

TFFR money market and checking accounts at the Bank of North Dakota.

NOTE 3                    DUE FROM OTHER AGENCIES

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 4                    DUE TO OTHER AGENCIES

Amounts owed to RIO for administrative and direct costs charged.

NOTE 5                    CASH IN DURING YEAR

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 6                    CASH OUT DURING YEAR

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 7                    CONTRIBUTIONS

Contributions on teachers' salaries of 7.75 percent of salary plus a matching contribution paid by the employer unit, for a total contribution of 15.5 percent that must be remitted monthly.

NOTE 8                    PURCHASED SERVICE CREDIT

Payments received on the purchase of service credit for TFFR as allowed by the North Dakota Century Code.

**TEACHERS' FUND FOR RETIREMENT**  
**Notes to Financial Statements**  
**3/31/2007**

5/2/2007

NOTE 9                      PENALTY & INTEREST

Amounts charged to school districts for late payment or reporting of contributions.

NOTE 10                      BENEFITS PAID TO PARTICIPANTS

Monthly annuity benefits paid to retired teachers on the first of each month.

NOTE 11                      REFUND TO MEMBERS

Refunds of teachers' accounts who have ceased teaching in North Dakota.